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UNITED STATES OF AMERICA POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268-0001

Annual Compliance Report, 2017

Docket No. ACR2017

CHAIRMAN'S INFORMATION REQUEST NO. 7 AND NOTICE OF FILING UNDER SEAL

(Issued January 23, 2018)

To clarify the basis of the Postal Service's FY 2017 Annual Compliance Report (ACR), filed December 29, 2017,¹ the Postal Service is requested to provide written responses to the following questions. Answers should be provided to the individual questions as soon as they are developed, but no later than January 30, 2018.

Consumer Access

- In Docket No. ACR2016, the Postal Service stated that there were 856 Village Post Offices (VPOs) at the end of FY 2016.² In Docket No. ACR2017, the Postal Service stated that there were 854 VPOs at the beginning of FY 2017.³ Please reconcile these two numbers.
- 2. In a CHIR response, the Postal Service provided a "Retail Revenue by Channel" table. The revenue channel "Other" increased by 47.01 percent relative to FY 2016.

¹ United States Postal Service FY 2017 Annual Compliance Report, December 29, 2017 (FY 2017 ACR).

² Docket No. ACR2016, Response of the United States Postal Service to Question 13 of Chairman's Information Reguest No. 11, February 6, 2017, question 13.d.

³ Docket No. ACR 2017, Responses of the United States Postal Service to Questions 1-19 of Chairman's Information Request No. 2, January 17, 2018, question 16.a.

⁴ *Id.* question 14.

- a. Please describe what revenue streams are included in the "Other" retail revenue channel.
- b. Please indicate the major causes(s) of the 47.01 percent increase.

Fee Distribution

- 3. The following questions pertain to the mail fee revenue provided in Library Reference USPS-FY17-NP28, December 29, 2017.
 - a. Please confirm the fee revenue by mail class provided in Excel file "Attach A_MD Fee Distribution.xls," worksheet "MD Fees." If not confirmed, please provide the correct amounts and any additional fee categories needed to reconcile total market dominant fees.
 - b. Please confirm the fee revenue by mail class provided in Excel file "Attachment B_Comp Fee DistributionNP.xls," worksheet "COMP FEES," filed under seal. If not confirmed, please provide the correct amounts and any additional fee categories needed to reconcile total competitive fees.
 - c. Please provide a distribution breakdown of FY 2017 market dominant mail fees for each product in each of the mail categories shown in subsequent tabs included in Excel file "Attach A_MD Fee Distribution.xls." Include with your response all underlying calculations and source workpapers.
 - d. Please provide a distribution breakdown of FY 2017 competitive mail fees for each product in each of the mail categories shown in subsequent worksheets included in Excel file "Attachment B_Comp Fee DistributionNP.xls" filed under seal. Include with your response all underlying calculations and source workpapers.

By the Chairman.